



**AGENDA**  
**CITY OF AUSTIN EMPLOYEES' RETIREMENT SYSTEM**  
**BOARD MEETING**  
**Tuesday, November 27, 2012– 1:30 PM**  
**418 E. Highland Mall Boulevard, Austin, Texas 78752**

1. System Member and Citizen Comments / Correspondence
2. Reports from Chairperson, Board Members, and Staff
  - A. Review of Meeting Agenda
  - B. Chairperson Comments
  - C. Ethics Policy Disclosure Statements
  - D. Reports on Educational Programs Attended
  - E. 2012 Board and Committee Meeting Schedule
  - F. Proposed 2013 Board and Committee Meeting Schedule
3. Consent Items

All of the following items may be acted upon by one motion. No separate discussion or action on any of the items is necessary unless desired by a Board Member

  - A. September 25, 2012 Board Meeting Minutes
  - B. October 17, 2012 Annual Members' Meeting Minutes
  - C. Ratification of August and September 2012 Retirement and Death Benefits
4. Disability Committee
  - A. Minutes from November 8, 2011 Meeting
  - B. Minutes and Report from November 6, 2012 Meeting
    - 1) Criteria for Disability Determination
    - 2) Annual Disability Retirement Continuations
    - 3) Medical Consultant Annual Evaluation
  - C. Convene into Executive Session Pursuant to Sec. 13, Art. 6243n, Tex. Rev. Civ. Stat. and Sec. 551.0785 Texas Government Code, to Consider and Act on:
    - 1) Disability Retirement Application Ref. #3727
    - 2) Disability Retirement Application Ref. #3227
  - D. Reconvene into Public Session and Take Action as Determined Appropriate by the Board regarding:
    - 1) Disability Retirement Application Ref. #3727
    - 2) Disability Retirement Application Ref. #3227
5. Benefits and Services Committee
  - A. Minutes from November 8, 2011 Meeting
  - B. Minutes and Report from November 6, 2012 Meeting on the following:
    - 1) Annual Evaluation of Actuarial Consultant
    - 2) Actuarial Experience Study
  - C. Possible Board Action:
    - 1) Adopt a Nominal Rate of Return Actuarial Assumption and Accept Final Actuarial Experience Study

6. Report and Recommendations from Gabriel, Roeder, Smith & Company
  - A. Report on 2013 Retiree Annuity Adjustment Consideration
  - B. Report on Interest Allocation in January 2013
  - C. Discussion of Mortality Assumption for Actuarial Equivalence
  - D. Possible Board Action:
    - 1) 2013 Retiree Annuity Adjustment Consideration
    - 2) Interest Allocation in January 2013
    - 3) Adopt Mortality Assumption for Actuarial Equivalence
  
7. Audit and Finance Committee
  - A. Minutes and Report from November 6, 2012 Meeting on the following:
    - 1) Extended Auditor Annual Evaluation
    - 2) Financial Auditor Annual Evaluation
    - 3) 2012 Audit Plan/GASB Update
  - B. Possible Board Action: None Anticipated
  
8. General Counsel Report
  - A. City of Austin Audit
  - B. Convene into executive session pursuant to Section 551.071, Tex. Gov't Code and Section 1.05, Tex. Disciplinary Rules of Professional Conduct to consult with legal counsel regarding legal issues related to the audit request from the Office of the City Auditor.
  - C. Reconvene into open session and take action as deemed appropriate in the Board's discretion regarding the audit request from the Office of the City Auditor.
  
9. Investment Committee
  - A. Report from November 16, 2012 Meeting on the following:
    - 1) 3Q12 Investment Management Review
    - 2) Discussion and Recommendation from 2012 A/L Study – Optimization of Existing Portfolio
    - 3) Investment Consultant Annual Evaluation
    - 4) Annual Review of Policy I-1 Statement of Investment Policies and Objectives
    - 5) Due Diligence Site Visits
  - B. Possible Board Action:
    - 1) Optimization of Existing Portfolio and Implementation Plan
    - 2) Board Approved Policy I-1 “Statement of Investment Policies and Objectives”
  
10. Annual Board Evaluation
  
11. Executive Director Performance Review
  - A. Convene into Executive Session Pursuant to Tex. Government Code 551.074 to confer with Board of Trustees re: Executive Director Performance Review
  - B. Reconvene into Public Session and Take Action as Determined Appropriate by the Board of Trustees re: Executive Director Performance Review

12. Executive Director's Report
  - A. Educational Opportunities
  - B. Trustee Election Update
  - C. Retirement Office News/ Board Packets
  - D. Legislation Update
  - E. Communications Update
  - F. Member and Employer News
  - G. Public Pensions in the News
  - H. Financial Statements
  - I. Comparative Calculation and Retirement Activity Levels

***This meeting shall be conducted pursuant to the Texas Government Code Section 551.001 et seq. At any time during the meeting, the Board reserves the right to adjourn into Executive Session on any of the above posted agenda items in accordance with the sections 551.071, 551.072, 551.073, 551.074, 551.075 or 551.076. System member and citizen comments will be limited to 3 minutes per person.***



Posted Date: November 20, 2012  
City Hall, Austin, Texas

Stephen C. Edmonds  
Executive Director